

CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2007

	July-07						Current FYTD		Prior Year FY07		3 Years Ended		5 Years Ended		
	Market Value	Allocation		Returns-Month		Returns		Returns		Gross	Net	Gross	Net	Gross	Net
		Actual	Policy(1)	Gross	Net	Gross	Net	Gross	Net						
LARGE CAP DOMESTIC EQUITY															
Structured Growth															
Los Angeles Capital	21,561,840	1.6%	1.5%	-3.19%	-3.21%	-3.19%	-3.21%	22.11%	21.84%	13.59%	13.35%	N/A	N/A		
Total Structured Growth	21,561,840	1.6%	1.5%	-3.19%	-3.21%	-3.19%	-3.21%	22.11%	21.84%	13.59%	13.35%	11.19%	10.94%		
Russell 1000 Growth				-1.55%	-1.55%	-1.55%	-1.55%	19.04%	19.04%	8.70%	8.70%	9.28%	9.28%		
Structured Value															
LSV	20,927,573	1.5%	1.5%	-4.81%	-4.84%	-4.81%	-4.84%	24.21%	23.77%	19.46%	19.00%	17.00%	16.55%		
Russell 1000 Value				-4.62%	-4.62%	-4.62%	-4.62%	21.87%	21.87%	15.93%	15.93%	13.31%	13.31%		
Russell 1000 Enhanced Index															
Los Angeles Capital	42,701,294	3.1%	3.0%	-3.84%	-3.86%	-3.84%	-3.86%	21.51%	21.27%	13.70%	13.46%	N/A	N/A		
Russell 1000				-3.09%	-3.09%	-3.09%	-3.09%	20.43%	20.43%	12.34%	12.34%	N/A	N/A		
S&P 500 Enhanced Index															
Westridge	45,975,624	3.4%	3.0%	-1.59%	-1.62%	-1.59%	-1.62%	21.48%	21.12%	12.30%	11.98%	N/A	N/A		
S&P 500				-3.10%	-3.10%	-3.10%	-3.10%	20.59%	20.59%	11.68%	11.68%	N/A	N/A		
130/30															
State Street	13,155,051			-4.02%	-4.09%	-4.02%	-4.09%	22.77%	21.82%	12.69%	12.34%	11.31%	11.08%		
Total 130/30	13,155,051	1.0%	1.0%	-4.02%	-4.09%	-4.02%	-4.09%	22.77%	21.82%	12.69%	12.34%	11.31%	11.08%		
S&P 500				-3.10%	-3.10%	-3.10%	-3.10%	20.59%	20.59%	11.68%	11.68%	10.71%	10.71%		
TOTAL LARGE CAP DOMESTIC EQUITY	144,321,382	10.5%	10.1%	-3.19%	-3.22%	-3.19%	-3.22%	22.25%	21.86%	14.08%	13.76%	12.47%	12.22%		
S&P 500				-3.10%	-3.10%	-3.10%	-3.10%	20.59%	20.59%	11.68%	11.68%	10.71%	10.71%		
SMALL CAP DOMESTIC EQUITY															
Manager-of-Managers															
SEI	22,926,083	1.7%	1.7%	-6.26%	-6.33%	-6.26%	-6.33%	19.32%	18.39%	14.58%	13.70%	15.22%	14.37%		
Russell 2000 + 200bp				-6.67%	-6.67%	-6.67%	-6.67%	18.76%	18.76%	15.72%	15.72%	16.16%	16.16%		
Enhanced															
Research Affiliates	22,036,530	1.6%	1.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
Russell 2000				-6.84%	-6.84%	-6.84%	-6.84%								
TOTAL SMALL CAP DOMESTIC EQUITY	44,962,613	3.3%	3.4%	-6.26%	-6.33%	-6.26%	-6.33%	19.32%	18.39%	14.58%	13.70%	15.22%	14.37%		
Russell 2000				-6.84%	-6.84%	-6.84%	-6.84%	16.44%	16.44%	13.45%	13.45%	13.88%	13.88%		
INTERNATIONAL EQUITY															
Large Cap - Active															
Capital Guardian	43,722,665	3.2%	3.1%	-1.80%	-1.85%	-1.80%	-1.85%	26.71%	25.99%	21.84%	21.19%	15.49%	14.89%		
LSV	46,054,888	3.4%	3.1%	-1.86%	-1.90%	-1.86%	-1.90%	31.87%	31.24%	N/A	N/A	N/A	N/A		
Total Large Cap - Active	89,777,553	6.6%	6.2%	-1.83%	-1.87%	-1.83%	-1.87%	29.24%	28.57%	23.57%	22.95%	18.89%	18.43%		
MSCI EAFE - 50% Hedged				-2.31%	-2.31%	-2.31%	-2.31%	26.94%	26.94%	22.55%	22.55%	15.71%	15.71%		
Small Cap - Value															
Lazard	11,420,224	0.8%	0.8%	-0.53%	-0.60%	-0.53%	-0.60%	22.00%	21.03%	21.90%	20.93%	N/A	N/A		
Citigroup Broad Market Index < \$2BN				1.20%	1.20%	1.20%	1.20%	28.58%	28.58%	26.34%	26.34%	N/A	N/A		
Small Cap - Growth															
Vanguard	10,911,167	0.8%	0.8%	-0.42%	-0.46%	-0.42%	-0.46%	31.58%	31.00%	28.73%	28.08%	N/A	N/A		
Citigroup Broad Market Index < \$2BN				1.20%	1.20%	1.20%	1.20%	28.58%	28.58%	26.34%	26.34%	N/A	N/A		
TOTAL INTERNATIONAL EQUITY	112,108,944	8.2%	7.7%	-1.57%	-1.62%	-1.57%	-1.62%	28.72%	28.02%	24.09%	23.43%	17.79%	17.15%		
MSCI EAFE - 50% Hedged				-2.31%	-2.31%	-2.31%	-2.31%	26.94%	26.94%	22.55%	22.55%	15.71%	15.71%		
DOMESTIC FIXED INCOME															
Core Bond															
Western Asset	193,123,530	14.1%	15.1%	0.18%	0.16%	0.18%	0.16%	7.51%	7.29%	4.65%	4.44%	5.85%	5.64%		
Lehman Aggregate				0.83%	0.83%	0.83%	0.83%	6.12%	6.12%	3.98%	3.98%	4.48%	4.48%		
Mortgage Backed															
Hyperion	54,572,809	4.0%	3.9%	0.11%	0.09%	0.11%	0.09%	N/A	N/A	N/A	N/A	N/A	N/A		
Lehman Global Aggregate (US Securitized Portion)				1.09%	1.09%	1.09%	1.09%								
Core Plus/Enhanced															
Clifton Group	54,019,612	3.9%	3.9%	1.64%	1.64%	1.64%	1.64%	5.52%	5.52%	N/A	N/A	N/A	N/A		
Prudential	52,822,476	3.9%	3.9%	-0.27%	-0.29%	-0.27%	-0.29%	N/A	N/A	N/A	N/A	N/A	N/A		
Total Core Plus/Enhanced	106,842,088	7.8%	7.8%	0.69%	0.67%	0.69%	0.67%	6.05%	5.95%	N/A	N/A	N/A	N/A		
Lehman Aggregate				0.83%	0.83%	0.83%	0.83%	6.12%	6.12%						
Index															
Bank of ND	95,927,364	7.0%	6.8%	1.12%	1.11%	1.12%	1.11%	5.52%	5.45%	2.98%	2.92%	4.39%	4.32%		
Total Index	95,927,364	7.0%	6.8%	1.12%	1.11%	1.12%	1.11%	5.52%	5.45%	3.01%	2.80%	4.25%	4.10%		
Lehman Govt/Credit (3)				1.00%	1.00%	1.00%	1.00%	6.00%	6.00%	3.04%	3.04%	4.35%	4.35%		
BBB Average Quality															
Wells Capital (formerly Strong)	190,624,876	13.9%	15.1%	-0.19%	-0.21%	-0.19%	-0.21%	8.16%	7.93%	5.09%	4.86%	6.82%	6.59%		
Lehman US Credit Baa				-0.06%	-0.06%	-0.06%	-0.06%	7.54%	7.54%	4.47%	4.47%	6.59%	6.59%		
TOTAL DOMESTIC FIXED INCOME	641,090,667	46.8%	48.7%	0.29%	0.27%	0.29%	0.27%	7.29%	7.11%	4.12%	4.01%	5.57%	5.43%		
Lehman Aggregate (4)				0.83%	0.83%	0.83%	0.83%	6.12%	6.12%	4.13%	4.13%	4.87%	4.87%		
INFLATION PROTECTED ASSETS															
Northern Trust Global Investments	143,011,156	10.4%	10.1%	2.30%	2.30%	2.30%	2.30%	3.98%	3.93%	3.83%	3.78%	N/A	N/A		
Western	141,649,777	10.3%	10.1%	1.99%	1.98%	1.99%	1.98%	3.46%	3.35%	3.43%	3.40%	N/A	N/A		
TOTAL TIPS	284,660,933	20.8%	20.2%	2.15%	2.14%	2.15%	2.14%	3.72%	3.64%	3.63%	3.59%	N/A	N/A		
LB US TIPS Index				2.28%	2.28%	2.28%	2.28%	4.07%	4.07%	3.96%	3.96%	N/A	N/A		
REAL ESTATE															
JP Morgan	85,060,620	6.2%	5.5%	0.00%	-0.12%	0.00%	-0.12%	17.61%	16.00%	N/A	N/A	N/A	N/A		
NCREIF Total Index				1.51%	1.51%	1.51%	1.51%	17.24%	17.24%	17.14%	17.14%	N/A	N/A		
CASH EQUIVALENTS															
Bank of ND	57,631,808	4.2%	4.3%	0.44%	0.44%	0.44%	0.44%	5.36%	5.36%	4.10%	4.10%	3.00%	3.00%		
90 Day T-Bill				0.39%	0.39%	0.39%	0.39%	5.21%	5.21%	3.78%	3.78%	2.76%	2.76%		
TOTAL INSURANCE TRUST	1,369,836,967	100.0%	100.0%	-0.13%	-0.16%	-0.13%	-0.16%	10.61%	10.30%	7.25%	7.02%	8.01%	7.78%		
POLICY TARGET BENCHMARK				0.24%	0.24%	0.24%	0.24%	9.56%	9.56%	7.10%	7.10%	7.44%	7.44%		

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.

(2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index

(3) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(4) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.